



MINUTES

LEGISLATIVE AUDIT SUBCOMMITTEE

Wednesday, May 13, 2020 | 8:00 a.m. | 445 State Capitol

Members Present:

President J. Stuart Adams, Co-chair
Speaker Brad R. Wilson, Co-chair
Sen. Karen Mayne
Sen. Evan J. Vickers
Rep. Francis D. Gibson

Rep. Brian S. King

Staff Present:

Brian J. Dean, Deputy Auditor General
Darin R. Underwood, Deputy Auditor General
Kade R. Minchey, Auditor General
Julia Conner, Executive Assistant

Note: A copy of related materials and an audio recording of the meeting can be found at www.le.utah.gov.

Chair Adams called the meeting to order.

1 . Committee Business

MOTION: Senator Vickers moved to approve the minutes. The motion passed with a vote of 5 - 0 - 1.

Yeas-5

Sen. J. Adams
Rep. B. King
Sen. K. Mayne
Sen. E. Vickers
Rep. B. Wilson

Nays-0

Absent-1

Rep. F. Gibson

2 . Audit Report Presentations

Mr. Benn Buys, Audit Manager, introduced A Performance Audit of Medicaid's Pharmacy Benefit Oversight (Report#2020-02).

[A Performance Audit of Medicaid's Pharmacy Benefit Oversight \(Report#2020-02\)](#)

Mr. Jesse Martinson, Senior Audit Supervisor, presented the findings of the audit.

Mr. Nate Checketts, Director, Medicaid and Health Financing, Utah Department of Health, responded to the audit.

Ms. Emma Chacon, Director, Operations, Medicaid and Health Financing, Utah Department of Health, responded to the audit.

Mr. Buys responded to a question from Senator Mayne regarding where the system lacks oversight.

Ms. Chacon responded to a question from Senator Vickers regarding implementing the audit recommendation to look at options outside of PBMs.

Mr. Checketts responded to a question from Representative King regarding federal and state money being spent in this area.

Ms. Chacon responded to a questions from Representative King regarding spread at Healthy U.

Mr. Martinson responded to the contract issue.

MOTION: Speaker Wilson moved to refer A Performance Audit of Medicaid's Pharmacy Benefit Oversight to the Social Services Appropriations Subcommittee as the lead committee, and the Health and Human Services Interim Committee as the review committee. The motion passed with a vote of 5 - 0 - 1.

Yeas-5

Sen. J. Adams
Rep. B. King
Sen. K. Mayne
Sen. E. Vickers
Rep. B. Wilson

Nays-0Absent-1

Rep. F. Gibson

Mr. Buys introduced and presented the findings of A Performance Audit of the Permanent Community Impact Fund (Report#2020-03).

[A Performance Audit of the Permanent Community Impact Fund \(Report#2020-03\)](#)

Mr. Jonathan Hardy, Director, Division of Housing and Community, Department of Workforce Services, responded to the audit.

Mr. Hardy responded to a question from Senator Mayne regarding procurement and follow through of projects.

Mr. Hardy responded to a question from Representative King regarding mineral extraction and economically diversifying in rural communities.

Mr. Buys responded to a question from President Adams regarding the federal money that comes back to the state from mineral extraction.

Mr. Buys responded to a question from Speaker Wilson regarding the process that assesses the best use of resources.

Mr. Hardy also responded to the question from Speaker Wilson.

Representative King commented on funding for public lands and rural Utah counties.

Senator Vickers commented on rural communities resources.

MOTION: Speaker Wilson moved to refer A Performance Audit of the Community Impact Fund to the Social Services Appropriations Subcommittee as the lead committee, and the Economic Development and Workforce Services Interim Committee as the review committee. The motion passed with a vote of 6 - 0 - 0.

Yeas-6

Sen. J. Adams
Rep. F. Gibson
Rep. B. King
Sen. K. Mayne
Sen. E. Vickers
Rep. B. Wilson

Nays-0Absent-0

3 . Prioritization of Audits

MOTION: Speaker Wilson moved to prioritize the following audits: An audit of the Division of Consumer Protection in the Department of Commerce, an audit of the Division of Services for People with Disabilities in the Department of Human Services, and an In-Depth Budget Review of the Department of Agriculture.

The Auditor General should internally prioritize the commencement of these audits based on available staff resources.

The motion passed with a vote of 6 - 0 - 0.

Yeas-6Nays-0Absent-0

Sen. J. Adams
Rep. F. Gibson
Rep. B. King
Sen. K. Mayne
Sen. E. Vickers
Rep. B. Wilson

4 . Other Items/Adjourn

MOTION: Speaker Wilson moved to adopt the consulting services amendment to the Legislative Audit Subcommittee Policies. The motion passed with a vote of 6 - 0 - 0.

Yeas-6Nays-0Absent-0

Sen. J. Adams
Rep. F. Gibson
Rep. B. King
Sen. K. Mayne
Sen. E. Vickers
Rep. B. Wilson

Mr. Kade Minchey, Legislative Auditor General, discussed the Office of the Legislative Auditor General process updates, Session Impact document, and Strategic Plan document.

MOTION: Speaker Wilson moved to adjourn. The motion passed with a vote of 6 - 0 - 0.

Yeas-6Nays-0Absent-0

Sen. J. Adams
Rep. F. Gibson
Rep. B. King
Sen. K. Mayne
Sen. E. Vickers
Rep. B. Wilson